

House of Representatives

File No. 723

General Assembly

February Session, 2014

(Reprint of File No. 204)

Substitute House Bill No. 5368 As Amended by House Amendment Schedule "A"

Approved by the Legislative Commissioner April 30, 2014

AN ACT ESTABLISHING THE POINT STRATFORD INFRASTRUCTURE IMPROVEMENT DISTRICT WITHIN THE TOWN OF STRATFORD.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. (*Effective July 1, 2014*) (a) For purposes of this section:
- 2 (1) "District" means that certain real property, situated in the town
- 3 of Stratford, the county of Fairfield and the state of Connecticut, the
- 4 Point Stratford Infrastructure Improvement District, a body politic and
- 5 corporate, subject to sections 7-324 to 7-329, inclusive, of the general
- 6 statutes, except as otherwise provided in this section and consisting of
- 7 the area bounded and described as follows: PARCEL 1: Beginning at
- 8 an iron pin found at the corner formed by the intersection of the
- 9 northeasterly right-of-way line of Main Street, a variable width
- 10 roadway, also known as Connecticut Route 113 and the southerly line
- of property of lands now or formerly of AVCO Corporation. Said point
- of Beginning having coordinates North 623,991.08 East 895,831.26 and
- 13 running thence from said point of Beginning the following several
- 14 courses: along the said lands of AVCO North 58°-57'-31" East for a

15 distance 708.00' to a point on the line of mean high water of the 16 Housatonic River as located on March 15, 2008; along the said mean 17 high water of the Housatonic River the following forty-five (45) 18 courses: thence South 07°-07'-47" West for a distance 54.82' to a point; 19 thence South 00°-58'-00" West for a distance of 105.46' to a point; thence 20 South 14°-38'-00" West for a distance of 78.71' to a point; thence South 21 07°-37'-06" West for a distance of 52.90' to a point; thence South 66°-50'-22 11" East for a distance of 25.48' to a point; thence South 74°-57'-24" East 23 for a distance of 67.13' to a point; thence North 81°-38'-44" East for a 24 distance of 50.28' to a point; thence North 80°-20'-31" East for a distance 25 of 47.25' to a point; thence North 81°-00'-49" East for a distance of 81.33' 26 to a point; thence South 88°-38'-38" East for a distance of 102.76' to a 27 point; thence South 65°-15'-59" East for a distance of 65.98' to a point; 28 thence South 48°-45'-42" East for a distance of 82.84' to a point; thence 29 South 39°-55'-47" East for a distance of 99.93' to a point; thence South 30 38°-48'-02" East for a distance of 103.98' to a point; thence South 40°-56'-31 25" East for a distance of 104.90' to a point; thence South 68°-02'-57" 32 West for a distance of 142.77' to a point; thence South 72°-19'-52" East 33 for a distance of 180.88' to a point; thence South 73°-00'-25" East for a 34 distance of 152.62' to a point; thence South 82°-02'-24" East for a 35 distance 195.44' to a point; thence North 31°-01'-29" East for a distance 36 of 89.29' to a point; thence North 33°-54'-44" East for a distance of 93.77' 37 to a point; thence North 32°-28'-24" East for a distance of 150.78' to a 38 point; thence North 35°-08'-16" East for a distance of 156.23' to a point; 39 thence North 32°-07'-10" East for a distance of 132.35' to a point; thence 40 North 37°-53'-18" East for a distance of 150.41' to a point; thence South 41 84°-57'-26" East for a distance of 74.85' to a point; thence South 44°-25'-42 02" East for a distance of 56.21' to a point; thence South 43°-25'-54" 43 West for a distance of 103.45' to a point; thence South 41°-33'-07" West 44 for a distance of 97.15' to a point; thence South 37°-53'-51" West for a 45 distance of 83.71' to a point; thence South 31°-38'-56" West for a 46 distance of 106.25' to a point; thence South 36°-29'-32" West for a 47 distance of 104.13' to a point; thence South 35°-40'-13" West for a 48 distance of 102.78' to a point; thence South 30°-34'-37" West for a 49 distance of 93.59' to a point; thence South 21°-40'-25" West for a

distance of 41.66' to a point; thence South 16°-05'-41" East for a distance 50 of 73.36' to a point; thence South 63°-14'-58" East for a distance of 51 52 104.23' to a point; thence South 67°-33'-47" East for a distance of 115.67' 53 to a point; thence North 88°-48'-09" East for a distance of 109.96' to a 54 point; thence North 83°-58'-36" East for a distance of 87.87' to a point; 55 thence South 82°-37'-41" East for a distance of 79.29' to a point; thence 56 South 66°-40'-14" East for a distance of 51.52' to a point; thence South 57 60°-08'-32" East for a distance of 55.12' to a point; thence North 80°-35'-58 12" East for a distance of 85.21' to a point; thence North 73°-28'-08" East 59 for a distance of 41.25' to the lands now or formerly of Alice L. 60 Sniffens; thence along the said lands of Sniffens South 00°-16'-18" West 61 for a distance of 194.63' to a point and P.K. Nail Found on the 62 Northerly line of Sniffen Lane, 50' width; thence along said Sniffen 63 Lane North 86°-14'-22" West for a distance of 393.45' to a point, a Drill 64 Hole found at an angle point in the said Sniffen Lane line; thence 65 crossing the existing Sniffen Lane, (50' wide) South 18°-07'-01" East for 66 a distance of 53.96' to a point and Iron Pin Found on the Southerly line 67 of Sniffen Lane; thence South 40°-10'-22" East for a distance of 437.55' 68 to a point; thence South 49°-49'-38" West for a distance of 233.16' to a 69 point; thence South 20°-32'-22" East for a distance of 27.70' to a point; 70 thence North 61°-32'-42" East for a distance of 67.63' to a point; thence 71 South 89°-44'-13" East for a distance of 39.20' to a point; thence South 72 70°-25'-28" East for a distance of 37.95' to a point; thence South 20°-11'-73 30" West for a distance of 58.82' to a point; thence South 42°-31'-38" 74 East for a distance of 24.33' to a point; thence South 59°-20'-33" East for 75 a distance of 31.26' to a point; thence South 04°-10'-54" East for a 76 distance of 67.20' to a point; thence South 62°-00'-37" West for a 77 distance of 328.81' to a point; thence South 26°-53'-53" East for a 78 distance of 114.18' to a point; thence North 89°-52'-26" East for a 79 distance of 210.43' to a point; thence South 49°-49'-38" West for a 80 distance of 790.00' to a point on the said easterly right-of-way line of 81 Main Street; thence along the said easterly right-of-way line of Main 82 Street North 52°-58'-22" West for a distance of 568.27' to a point; thence 83 still along the said easterly right-of-way line of Main Street North 44°-84 56'-22" West for a distance of 296.88' to a point, at a Town of Stratford

85 Brass Monument at the corner formed by the intersection of the 86 easterly right-of-way line of Main Street, a variable width roadway, 87 also known as Connecticut Route 113 and the southerly line of Sniffen 88 Lane (50' Wide) and having coordinates North 622,306.37 East 89 897,171.93; thence crossing existing Sniffen Lane North 44°-49'-21" West for a distance of 50.18' to a point, an X Cut Set at the corner 90 91 formed by the intersection of the said Sniffen Lane line and the 92 Easterly line of Main Street, variable width, also known as Connecticut 93 Route 113 and having coordinates North 622,341.96 East 897,136.56; 94 thence along said Main Street North 44°-56'-22" West for a distance of 95 358.35' to a Rebar set; thence still along Main Street line North 40°-09'-96 02" West for a distance of 504.76' to a Rebar; thence still along Main 97 Street line North 41°-04'-47" West for a distance of 620.17' to a Concrete 98 Connecticut Highway Department (C.H.D.) Monument Found (poor 99 condition); thence still along said Main Street line North 35°-40'-47" 100 West for a distance of 228.82' to a point; thence still along said Main 101 Street line North 29°-33'-17" West for a distance of 104.35' to a T Cut; 102 thence still along the said Main Street line North 27°-05'-29" West for a 103 distance of 231.58' to a point; thence still along the said Main Street line 104 North 25°-52'-39" West for a distance of 65.98' to an Iron Pin found and 105 to the point or place of the Beginning. Parcel 1 contains an area of 106 3,256,596 square feet or 74.76 acres. PARCEL 2: Beginning at a concrete 107 Connecticut Highway Department Monument, found to be in fair 108 condition, at the southerly line of lands now or formerly of Timothy 109 Ryan. Said point of Beginning having coordinates North 622,895.12 110 East 896,543.86 also being located on the westerly right-of-way line of 111 Main Street, a variable width roadway, also known as Connecticut 112 Route 113, at a jog in the said right-of-way line where the width 113 changes from an approximate width of 60' to 65' and running thence 114 from said point of Beginning the following several courses: along the 115 said right-of-way line of said Main Street South 40°-11'-51" East for a 116 distance of 329.25 feet to a cross cut on the northerly line of lands now 117 or formerly of the City of Bridgeport; thence along the said lands of the 118 City of Bridgeport South 49°-48'-29" West for a distance of 596.45 feet 119 to a rebar on the easterly line of the lands now or formerly of

Bridgeport Airport; thence along the said easterly line of the lands now or formerly of Bridgeport Airport North 28°-55'-11" West for a distance of 218.22' to a rebar on the said southerly line of lands of Ryan; thence along said lands of Ryan North 38°-03'-09" East for a distance of 565.63' to the point or place of Beginning. Parcel 2 contains an area of 154,989 square feet or 3.56 acres. The project boundaries shall also include any off-site locations mandated by any agency, authority or other governmental entity for improvements associated with the project.

- (2) "Voter" means (A) any person who is an elector of the district, (B) any citizen of the United States of the age of eighteen years or more who, jointly or severally, is liable to the district for taxes assessed against such citizen on an assessment of not less than one thousand dollars on the last-completed grand list of such district, as the case may be, or who would be so liable if not entitled to an exemption under subdivision (17), (19), (22), (23) or (26) of section 12-81 of the general statutes, or (C) any holder of record of an interest in real property within the district.
- 137 (3) "Bonds" means bonds, notes or other obligations authorized by 138 this section, and refunding bonds, notes or other obligations to 139 refinance the same.
 - (b) (1) Upon the petition of fifteen or more persons eligible to vote in the town of Stratford, specifying the district for any or all of the purposes set forth in this section, the mayor of such town shall call a meeting of the voters to act upon such petition, which meeting shall be held at such place within such town and such hour as the mayor designates, not later than thirty days after such petition has been received by the mayor. Such meeting shall be called by publication of a written notice of the same, signed by the mayor, at least fourteen days before the time fixed for such meeting in two successive issues of some newspaper published or circulated in such town. Not later than twenty-four hours before such meeting, (A) two hundred or more voters or ten per cent of the total number of voters of such proposed district, whichever is less, may petition the mayor, in writing, for a

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referendum of the voters of such proposed district, or (B) the mayor in his or her discretion may order a referendum of the voters of such proposed district, on the sole question of whether the proposed district should be established. Any such referendum shall be held not less than seven nor more than fourteen days after the receipt of such petition or the date of such order, on a day to be set by the mayor for a vote by paper ballots or by a "yes" or "no" vote on the voting machines, during the hours between twelve o'clock noon and eight o'clock p.m.; except that such town may, by vote of its town council, provide for an earlier hour for opening the polls but not earlier than six o'clock a.m., notwithstanding the provisions of any special act. If voters representing at least two-thirds of the assessments of holders of record within the proposed district cast votes in such referendum in favor of establishing the proposed district, the mayor shall reconvene such meeting not later than seven days after the day on which the referendum is held. Upon approval of the petition for the proposed district by voters representing at least two-thirds of the assessments of holders of record within the proposed district present at such meeting, or if a referendum is held, upon the reconvening of such meeting after the referendum, the voters, upon the vote of voters representing a majority of assessments of holders of record within the proposed district, shall choose necessary officers therefor to hold office until the first annual meeting thereof; and the district shall, upon the filing of the first report filed in the manner provided in subsection (c) of section 7-325 of the general statutes, thereupon be a body corporate and politic and have the powers provided in sections 7-324 to 7-329, inclusive, of the general statutes, not inconsistent with the general statutes or this section, in relation to the objects for which it was established, that are necessary for the accomplishment of such objects, including the power to lay and collect taxes. The clerk of such district shall cause its name and a description of its territorial limits and of any additions that may be made thereto to be recorded in, and a caveat be placed upon, the land records of the town of Stratford.

(2) At the meeting called for the purpose of establishing the district

as provided in subdivision (1) of this subsection, the voters may establish the district for any or all of the following purposes: To extinguish fires, to light streets, to plant and care for shade and ornamental trees, to plan, lay out, acquire, construct, maintain and finance roads, sidewalks, crosswalks, drainage systems, sewers and sewage treatment facilities, utility improvements and connections, parking facilities, open space, bulkhead construction and repairs, dredging and construction, environmental remediation and other infrastructure improvements and to acquire, construct, maintain and regulate the use of recreational facilities including a marina, to plan, lay out, acquire, construct, reconstruct, repair, maintain, supervise and manage a flood or erosion control system, and to plan, lay out, acquire, construct, maintain, operate, finance and regulate the use of a community water system, all as hereinafter referred to as the "improvements". The district may contract with a town, city, borough or other district for carrying out any of the purposes or the purchase or sale of any of the improvements for which such district was established.

(3) At the meeting called for the purpose of establishing the district as provided in subdivision (1) of this subsection, the voters shall fix the date of the annual meeting of the voters for the election of district officers and the transaction of such other business as may properly come before such annual meeting. At such organizational meeting of the district, the voters shall elect four directors, provided, upon its organization and at all times thereafter, one additional director may be appointed by the mayor of the town of Stratford. From such directors, the voters shall elect at the organizational meeting a president, a vicepresident, a clerk and a treasurer to serve until the first annual meeting for the election of officers and thereafter such officers shall be elected annually. Not fewer than three members of the board of directors shall be residents of the state of Connecticut. Subject to the provisions of subdivision (4) of this subsection, (A) not fewer than fifteen voters of the district shall constitute a quorum for the transaction of business at such organizational meeting of the district; and (B) if fifteen voters are

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not present at such meeting, the mayor may adjourn such meeting from time to time, until at least fifteen voters are present. Special meetings of the district may be called on the application of ten per cent of the total number of voters of such district or twenty of the voters of such district, whichever is less, or by the president or any three directors upon giving notice as provided in this subdivision. Any special meeting called on the application of the voters shall be held not later than twenty-one days after receiving such application. Notice of the holding of the annual meeting and all special meetings shall be given by publication of a notice of such meetings in a newspaper having a general circulation in such district at least ten days before the day of such meetings, signed by the president or any three directors, which notice shall designate the time and place of such meetings and the business to be transacted thereat. Two hundred or more persons or ten per cent of the total number of voters of such district, whichever is less, may petition the clerk of such district, in writing, at least twentyfour hours prior to any such meeting, requesting that any item or items on the call of such meeting be submitted to the voters not less than seven or more than fourteen days thereafter, on a day to be set by the district meeting or, if the district meeting does not set a date, by the board of directors, for a vote by paper ballots or by a "yes" or "no" vote on the voting machines, during the hours between twelve o'clock noon and eight o'clock p.m., except that any district may, by vote of its board of directors, provide for an earlier hour for opening the polls but not earlier than six o'clock a.m. The paper ballots or voting machine ballot labels, as the case may be, shall be provided by the clerk. When such a petition has been filed with the clerk, the president, after completion of other business and after reasonable discussion shall adjourn such meeting and order such vote on such item or items in accordance with the petition, and any item so voted may be rescinded in the same manner. The clerk shall phrase such item or items in a form suitable for printing on such paper ballots or ballot labels. Subject to the provisions of subdivision (4) of this subsection, (i) not fewer than fifteen voters of the district shall constitute a quorum for the transaction of business at any meeting of the district; (ii) if fifteen

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voters are not present at such meeting, the president of the district or, in such president's absence, the vice-president, may adjourn such meeting from time to time, until at least fifteen voters are present; and (iii) all meetings of the district where a quorum is present may be adjourned from time to time by a vote of a majority of the voters voting on the question. At any annual or special meeting, the voters may, by a majority vote of those present, discontinue any purposes for which the district is established or undertake any additional purpose or purposes enumerated in subdivision (2) of this subsection.

(4) (A) A quorum for the transaction of business at the meeting called for the purpose of establishing the district, as provided in subdivisions (1) and (3) of this subsection, shall be either fifteen voters of such district or a majority of the holders of record of interests in real property within such district, as long as the assessments of such holders of record constitute more than one-half of the total of assessments for all interests in real property within such district. If fifteen voters or a majority of the holders of record of interests in real property within such district are not present at such meeting or the assessments of such holders of record constitute less than one-half of the total of assessments for all interests in real property within such district, the mayor may adjourn such meeting, from time to time, until at least fifteen voters or a majority of the holders of record of interests in real property within such district are present and the assessments of such holders of record constitute more than one-half of the total of assessments for all interests in real property within such district.

(B) For the transaction of business at any other meeting of the district, a quorum shall be either fifteen voters of the district or a majority of the holders of record of interests in real property within such district, as long as the assessments for such holders of record constitute more than one-half of the total of assessments for all interests in real property within such district. If fifteen voters or a majority of the holders of record of interests in real property within such district are not present at such meeting or the assessments of such holders of record constitute less than one-half of the total assessments

for all interests in real property within such district, the president of the district or, in such president's absence, the vice-president, may adjourn such meeting, from time to time, until at least fifteen voters or a majority of the holders of record of interests in real property within such district are present and the assessments of such holders of record constitute more than one-half of the total of assessments for all interests in real property within such district.

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- (5) In any case in which an action for a vote by the voters of the district is to be initiated by the petition of such voters, in addition to such other requirements as the general statutes or any special act may impose, such petition shall be on a form prescribed or approved by the clerk of such district, and each page of such petition shall contain a statement, signed under penalties of false statement, by the person who circulated the same, setting forth such circulator's name and address, and stating that each person whose name appears on said page signed the same in person in the presence of such circulator, that the circulator either knows each such signer or that the signer satisfactorily identified himself to the circulator and that all the signatures on said page were obtained not earlier than six months prior to the filing of said petition. Any page of a petition that does not contain such a statement by the circulator shall be invalid. Any circulator who makes a false statement in the statement hereinbefore provided shall be subject to the penalty provided for false statement. No petition shall be valid for any action for a vote by the voters at any regular or special district meeting unless such petition shall be circulated by a voter eligible to vote in such district.
- (c) Whenever the officers of such district vote to terminate its corporate existence and whenever a petition signed by ten per cent of the total voters of such district or twenty of the voters of such district, whichever is less, applying for a special meeting to vote on the termination of the district is received by the clerk, the clerk shall call a special meeting of the voters of such district, the notice of which shall be signed by the officers thereof, by advertising the same in the same manner as provided in section 7-325 of the general statutes. Not later

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than twenty-four hours before any such meeting, two hundred or more voters or ten per cent of the total number of voters, whichever is less, may petition the clerk of the district, in writing, that a referendum on the question of whether the district should be terminated be held in the manner provided in section 7-327 of the general statutes. If, at such meeting, a two-thirds majority of the voters present vote to terminate the corporate existence of the district, or, if a referendum is held, twothirds of the voters casting votes in such referendum vote to terminate the corporate existence of the district, the officers shall proceed to terminate the affairs of such district. The district shall pay all outstanding indebtedness and turn over the balance of the assets of such district to the town of Stratford, if the legislative body of the town authorizes such action. No district shall be terminated under this subsection until all of its outstanding indebtedness is paid unless the legislative body of the town of Stratford agrees, in writing, to assume such indebtedness. On completion of the duties of the officers of such district, the clerk shall cause a certificate of the vote of such meeting to be recorded in the land records of the town of Stratford and the clerk shall notify the Secretary of the Office of Policy and Management.

- (d) (1) For purposes of voting at meetings held by such district, any tenant in common of any interest in real property shall have a vote equal to the fraction of such tenant in common's ownership of such interest. Any joint tenant of any interest in real property shall vote as if each such tenant owned an equal fractional share of such real property. A corporation shall have its vote cast by the chief executive officer of such corporation, or such officer's designee. Any entity that is not a corporation shall have its vote cast by a person authorized by such entity to cast its vote. No owner shall have more than one vote.
- (2) No holder of record of an interest in real property shall be precluded from participating in any district meeting or referendum because of the form of entity that holds such interest, whether such holder of record is (A) a corporation, partnership, unincorporated association, trustee, fiduciary, guardian, conservator or other form of entity, or any combination thereof, or (B) an individual who holds

interests jointly or in common with another individual or individuals, or with any one or more of the entities listed in subparagraph (A) of this subdivision.

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- (e) Notwithstanding any provision of the general statutes, including sections 7-324 to 7-329, inclusive, of the general statutes, the district shall have the power to assess, levy and collect benefit assessments upon the land and buildings in the district that, in its judgment, are benefited by the improvements.
- (f) (1) Notwithstanding any provision of the general statutes, including sections 7-324 to 7-329, inclusive, of the general statutes, the district shall have the power to fix, revise, charge, collect, abate and forgive reasonable taxes, fees, rents and benefit assessments, and other charges for the cost of the improvements, financing costs, operating expenses and other services and commodities furnished or supplied to the real property in the district in accordance with the applicable provisions of the general statutes that apply to districts established under section 7-325 of the general statutes, and this section and in the manner prescribed by the district. Notwithstanding any provision of the general statutes, the district may make grants for, or pay the entire cost of any improvements, including the costs of financing such improvements, capitalized interest and the funding of any reserve funds necessary to secure such financing or the debt service of bonds or notes issued to finance such costs, from taxes, fees, rents, benefit assessments or other revenues and may assess, levy and collect said taxes, fees, rents or benefit assessments concurrently with the issuance of bonds, notes or other obligations to finance such improvements based on the estimated cost of the improvements prior to the acquisition or construction of the improvements or upon the completion or acquisition of the improvements. The district and the town of Stratford are authorized to enter into an agreement to share revenue in accordance with section 7-148bb of the general statutes.
- (2) Notwithstanding any provision of the general statutes, whenever the district constructs, improves, extends, equips, rehabilitates, repairs,

acquires or provides a grant for any improvements or finances the cost of such improvements, such proportion of the cost or estimated cost of the improvements and financing thereof, as determined by the district, may be assessed by the district, herein referred to as "benefit assessments", in the manner prescribed by such district, upon the property benefited by such improvements and the balance of such costs shall be paid from the general funds of the district. The district may provide for the payment of such benefit assessments in annual installments, not exceeding thirty, and may forgive such benefit assessments in any single year without causing the remainder of installments of benefit assessments to be forgiven. Benefit assessments to buildings or structures constructed or expanded after the initial benefit assessment may be assessed as if the new or expanded buildings or structures had existed at the time of the original benefit assessment. It is hereby determined that the costs of the improvements benefiting the district whether located within the district or in the town of Stratford are a benefit to all the property within the district.

(3) In order to provide for the collection and enforcement of its taxes, fees, rents, benefit assessments and other charges, the district is hereby granted all the powers and privileges with respect thereto as districts organized pursuant to section 7-325 of the general statutes, and as held by the town of Stratford or as otherwise provided in this section. Such taxes, fees, rents, benefit assessments or other charges, if not paid when due, shall constitute a lien upon the premises served and a charge against the owners thereof, which lien and charge shall bear interest at the same rate as delinquent property taxes. Each such lien may be continued, recorded and released in the manner provided for property tax liens and shall take precedence over all other liens or encumbrances except a lien for taxes, benefit assessments, fees, fines, penalties or interest of the town of Stratford.

(4) The budget, taxes, fees, rents, benefit assessments and any other charges of the district of general application shall be adopted and revised by the board at least annually not more than thirty days before the beginning of the fiscal year, in accordance with the procedures to

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be established by the board, at a meeting called by the board, ensuring that interested persons are afforded notice and an opportunity to be heard. The board shall hold at least two public hearings on its schedule of fees, rates, rents, benefit assessments and other charges or any revision thereof before adoption, notice of which shall be delivered to the mayor and the town council of the town of Stratford and be published in at least two newspapers of general circulation in the town of Stratford at least ten days in advance of the hearing. Not later than the date of the publication, the board shall make available to the public and deliver to the mayor and the town council of the town of Stratford the proposed schedule of fees, rates, rents, benefit assessments and other charges. The procedures regarding public hearing and appeal, provided by section 7-250 of the general statutes, shall apply for all benefit assessments made by the district, except that the board shall be substituted for the water pollution control authority. Should the benefit assessments be assessed and levied prior to the acquisition or construction of the improvements, then the amount of the benefit assessments shall be adjusted to reflect the actual cost of the improvements, including all financing costs, once the improvements have been completed, should the actual cost be greater than or less than the estimated costs. Benefit assessments shall be due and payable at such times as are fixed by the board, provided the district shall give notice of such due date not less than thirty days prior to such due date by publication in a newspaper of general circulation in the town of Stratford and by mailing such notice to the owners of the property assessed at their last-known address.

(g) (1) Notwithstanding any provision of the general statutes, including sections 7-324 to 7-329, inclusive, of the general statutes, whenever the district has authorized the acquisition or construction of the improvements or has made an appropriation therefor, the district may authorize the issuance of bonds, notes or other obligations to finance the cost of the improvements, the creation and maintenance of reserves required to sell the bonds and the cost of issuance of the bonds, provided no bonds shall be issued prior to the district entering

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into an interlocal agreement with the town of Stratford, in accordance with the procedures provided by section 7-339c of the general statutes, including at least one public hearing on the proposed agreement and ratification by the town council. The bonds may be secured as to both principal and interest by (A) the full faith and credit of the district, (B) fees, revenues or benefit assessments, or (C) a combination of subparagraphs (A) and (B) of this subdivision. Such bonds shall be authorized by resolution of the board. The district is authorized to secure such bonds by the full faith and credit of the district or by a pledge of or lien on all or part of its revenues, fees or benefit assessments. The bonds of each issue shall be dated, shall bear interest at the rates and shall mature at the time or times not exceeding thirty years from their date or dates, as determined by the board, and may be redeemable before maturity, at the option of the board, at the price or prices and under the terms and conditions fixed by the board before the issuance of the bonds. The board shall determine the form of the bonds, and the manner of execution of the bonds, and shall fix the denomination of the bonds and the place or places of payment of principal and interest, which may be at any bank or trust company within the state of Connecticut and other locations as designated by the board. In case any officer whose signature or a facsimile of whose signature shall appear on any bonds or coupons shall cease to be an officer before the delivery of the bonds, the signature or facsimile shall nevertheless be valid and sufficient for all purposes the same as if the officer had remained in office until the delivery.

(2) While any bonds issued by the district remain outstanding, the powers, duties or existence of the district shall not be diminished or impaired in any way that will affect adversely the interests and rights of the holders of the bonds. Bonds issued under this section, unless otherwise authorized by law, shall not be considered to constitute a debt of the state of Connecticut or the town of Stratford, or a pledge of the full faith and credit of the state of Connecticut or the town of Stratford, but the bonds shall be payable solely by the district or as special obligations payable from particular district revenues. Any

493 bonds issued by the district shall contain on their face a statement to 494 the effect that neither the state of Connecticut nor the town of Stratford 495 shall be obliged to pay the principal of the bonds or the interest 496 thereon, and that neither the full faith and credit or taxing power of the 497 state of Connecticut or the town of Stratford is pledged to the payment 498 of the bonds. All bonds issued under this section shall have and are 499 hereby declared to have all the qualities and incidents of negotiable 500 instruments, as provided in title 42a of the general statutes.

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- (h) (1) The board may authorize that the bonds be secured by a trust agreement by and between the district and a corporate trustee, which may be any trust company or bank having the powers of a trust company within the state of Connecticut. The trust agreement may pledge or assign the revenues. Either the resolution providing for the issuance of bonds or the trust agreement may contain covenants or provisions for protecting and enforcing the rights and remedies of the bondholders as may be necessary, reasonable or appropriate and not in violation of law.
- 510 (2) All expenses incurred in carrying out the trust agreement may be treated as a part of the cost of the operation of the district. (A) The 512 pledge by any trust agreement or resolution shall be valid and binding 513 from time to time when the pledge is made; (B) the revenues or other moneys so pledged and then held or thereafter received by the district 515 shall immediately be subject to the lien of the pledge without any 516 physical delivery thereof or further act; and (C) the lien of the pledge shall be valid and binding as against all parties having claims of any 517 518 kind in tort, contract or otherwise against the district, irrespective of 519 whether the parties have notice thereof. Notwithstanding any provision of the Uniform Commercial Code, neither this subsection, the resolution or any trust agreement by which a pledge is created 522 need be filed or recorded except in the records of the district, and no 523 filing need be made under title 42a of the general statutes.
 - (i) (A) Bonds issued under this section are hereby made securities in which all public officers and public bodies of the state of Connecticut

and its political subdivisions, all insurance companies, companies, banking associations, investment companies, executors, administrators, trustees and other fiduciaries may properly and legally invest funds, including capital in their control and belonging to them; and (B) such bonds shall be securities that may properly and legally be deposited with and received by any state or municipal officer or any agency or political subdivision of the state of Connecticut for any purpose for which the deposit of bonds of the state of Connecticut is now or may hereafter be authorized by law.

- (j) Bonds may be issued under this section without obtaining the consent of the state of Connecticut or the town of Stratford, and without any proceedings or the happening of any other conditions or things other than those proceedings, conditions or things that are specifically required thereof by this section, and the validity of and security for any bonds issued by the district shall not be affected by the existence or nonexistence of the consent or other proceedings, conditions or things.
- (k) The district and all its receipts, revenues, income and real and personal property shall be exempt from taxation and benefit assessments and the district shall not be required to pay any tax, excise or assessment to or from the state of Connecticut or any of its political subdivisions. The principal and interest on bonds or notes issued by the district shall be free from taxation at all times, except for estate and gift, franchise and excise taxes, imposed by the state of Connecticut or any political subdivision thereof, provided nothing in this section shall act to limit or restrict the ability of the state of Connecticut or the town of Stratford to tax the individuals and companies, or their real or personal property or any person living or business operating within the boundaries of the district.
- (l) The district shall at all times keep accounts of its receipts, expenditures, disbursements, assets and liabilities, which shall be open to inspection by duly appointed officers or duly appointed agents of the state of Connecticut or the town of Stratford. The fiscal year of the

district shall begin on July first and end on the following June thirtieth or as otherwise established by section 7-327 of the general statutes. The district shall be subject to an audit of its accounts in the manner provided in the general statutes.

- (m) (1) At such time as any construction or development activity financed by bonds issued by the district is taking place, the clerk of the district shall submit project activity reports quarterly to the mayor and the town council of the town of Stratford, the Secretary of the Office of Policy and Management and to the chairpersons of the joint standing committee of the General Assembly having cognizance of matters relating to finance, revenue and bonding.
- (2) The district shall take affirmative steps to provide for the full disclosure of information relating to the public financing and maintenance of improvements to real property undertaken by the district. Such information shall be provided to any existing residents and to all prospective residents of the district. The district shall furnish each developer of a residential development within the district with sufficient copies of such information to provide each prospective initial purchaser of property in such district with a copy, and any developer of a residential development within the district, when required by law to provide a public offering statement, shall include a copy of such information relating to the public financing and maintenance of improvements in the public offering statement.
- (n) (1) This section shall be deemed to provide an additional, alternative and complete method of accomplishing the purposes of this section and exercising the powers authorized hereby and shall be deemed and construed to be supplemental and additional to, and not in derogation of, powers conferred upon the district by law and particularly by sections 7-324 to 7-329, inclusive, of the general statutes, provided insofar as the proceedings of this section are inconsistent with any general statute or special act, or any resolution or ordinance of the town of Stratford, this section shall be controlling.

(2) Except as specifically provided in this section, all other statutes, ordinances, resolutions, rules and regulations of the state of Connecticut and the town of Stratford shall be applicable to the property, residents and businesses located in the district. Nothing in this section shall in any way obligate the town of Stratford to pay any costs for the acquisition, construction, equipping or operation and administration of the improvements located within the district or to pledge any money or taxes to pay debt service on bonds issued by the district except as may be agreed to in any interlocal agreements executed by the town of Stratford and the district.

- (o) At the option of the town of Stratford by vote of the town council of the town of Stratford, the district shall be merged into the town of Stratford if no bonds are issued by the district not later than four years after the effective date of this section or after the bonds authorized by this section are no longer outstanding and any property owned by the district shall be distributed to the town of Stratford.
- (p) This section, being necessary for the welfare of the town of Stratford and its inhabitants, shall be liberally construed to effect the purposes hereof.
- (q) The provisions of subdivision (1) of subsection (b) of section 32-462 of the general statutes shall not apply to any financial assistance awarded to an applicant for a project located within, abutting or necessary to the development of the district and related to the assessment, surveying, remediation, permitting or cleanup of any environmentally contaminated property or brownfield, as defined in section 32-760 of the general statutes.

| This act shall take effect as follows and shall amend the following | | | | | |
|---|--------------|-------------|--|--|--|
| sections: | | _ | | | |
| | | | | | |
| Section 1 | July 1, 2014 | New section | | | |

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

OFA Fiscal Note

State Impact:

| Agency Affected | Fund-Effect | FY 15 \$ | FY 16 \$ |
|------------------------------------|-------------|-----------|-----------|
| Department of Energy and | GOBonds - | Potential | Potential |
| Environmental Protection | Uncertain | Cost | Cost |
| CT Innovations Inc. (quasi-public) | CII Funds - | Potential | Potential |
| | Uncertain | Cost | Cost |

Municipal Impact:

| Municipalities | Effect | FY 15 \$ | FY 16 \$ |
|----------------|--------|-----------|----------|
| Stratford | Cost | Less than | None |
| | | \$10,000 | |

Explanation

The bill: 1) allows for the establishment of the Point Stratford Infrastructure Improvement District in Stratford; and 2) exempts certain projects from the statutory limit for the amount of economic development assistance that the Department of Economic and Community Development (DECD) and Connecticut Innovations, Inc. (CII) may provide without affirmative legislative approval.

There is a minimal, one-time cost to the Town of Stratford, estimated at less than \$10,000 in FY 15, associated with holding any public meetings or referenda, and with publishing associated public notices necessary to establish the district.

The bill allows the District to issue revenue bonds to support its duties. This has no impact to the town or the State, as the language specifies that such revenue bonds are not the responsibility of the Town of Stratford or the State of Connecticut.

Depending on the extent of services provided by the District, there could be a savings to the Town of Stratford as costs associated with the provision of public services shifts from the Town to the District.

There is no fiscal impact associated with exempting certain projects from the statutory limit for economic development assistance, assuming that any eligible projects would receive legislative approval without the proposed change in the bill. However, if DECD provides assistance to eligible projects that the legislature would otherwise disapprove, there would be a cost to the Manufacturing Assistance Act (MAA) program.¹

If CII provides assistance to eligible projects that the legislature would otherwise disapprove, there would be a cost to CII. CII is a quasi-public state agency that is financed by loan repayments, investment returns, and fees. Therefore, any costs would not be realized by the state's funds.

House "A" exempts certain projects from the statutory limit for the amount of economic development assistance that DECD and CII may provide without affirmative legislative approval. This results in the above identified fiscal impact.

The Out Years

The annualized ongoing fiscal impact identified above would continue into the future subject to inflation.

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¹ The MAA program, funded by General Obligation bonds, is DECD's primary source for providing loans and grants for economic development assistance.

OLR Bill Analysis

sHB 5368 (as amended by House "A")

AN ACT ESTABLISHING THE POINT STRATFORD INFRASTRUCTURE IMPROVEMENT DISTRICT WITHIN THE TOWN OF STRATFORD.

SUMMARY:

The Office of Legislative Research does not analyze Special Acts.

COMMITTEE ACTION

Planning and Development Committee

Joint Favorable Yea 14 Nay 1 (03/12/2014)